

HOUSE BILL 1226

By Gilmore

AN ACT to amend Tennessee Code Annotated, Title 62,  
Chapter 29, Part 1, relative to tax return preparers.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Title 62, Chapter 29, Part 1, is amended by adding the following as a new, appropriately designated section:

Section 4-29-1\_\_.

(a) As used in this section, unless the context otherwise requires, "refund anticipation loan" means a loan offered or made to a customer by a lender or through a facilitator based on the customer's anticipated federal income tax refund. The term includes, without limitation, a refund anticipation loan offered or made using electronic commerce.

(b) All refund anticipation loan contracts entered into between a preparer of federal tax returns and a consumer shall have printed on such contract, in at least 12-point bold face type, the annual percentage rate of interest on the loan. Such contracts shall also state the average time required for the Internal Revenue Service to transmit the refund to a consumer's account when the tax return is filed electronically.

SECTION 2. This act shall take effect July 1, 2007, the public welfare requiring it.